Legislative Analysis



LIMOUSINE, TAXICAB, AND TRANSPORTATION NETWORK COMPANY FEE SUNSET EXTENSION

Phone: (517) 373-8080 http://www.house.mi.gov/hfa

Analysis available at http://www.legislature.mi.gov

Senate Bill 1203 as passed by the Senate

Sponsor: Sen. Curtis Hertel, Jr. House Committee: Appropriations Senate Committee: Appropriations

Complete to 12-5-22

SUMMARY:

Senate Bill 1203 would amend the Limousine, Taxicab, and Transportation Network Company Act to extend the sunset (expiration date) on application and annual registration fees assessed on limousine carriers, taxicab carriers, and transportation network companies under the act. The sunset will occur on March 21, 2023, absent this legislation. The bill would maintain the current fee amounts (which would otherwise be eliminated) for an additional four years, through September 30, 2027.

Application fees are assessed according to the following schedule:

Registration Application Category	Fee Amount
Up to 10 vehicles	\$25
11 to 25 vehicles	\$50
More than 25 vehicles	\$100

The annual registration fee for the first vehicle is \$100, and for the second through ninth vehicles the registration fee is \$50 per vehicle. Thereafter, fees are assessed according to the following schedule:

Vehicles Being Registered	Registration Fee
10 vehicles	\$550
11 to 25 vehicles	\$1,000
26 to 100 vehicles	\$2,500
101 to 500 vehicles	\$5,000
501 to 1,000 vehicles	\$10,000
More than 1,000 vehicles	\$30,000

MCL 257.2104

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FISCAL IMPACT:

The bill would maintain the current level of revenue collected by the Department of Licensing and Regulatory Affairs (LARA), to the extent that LARA would continue collecting revenue generated by the fees that would otherwise sunset. Revenue generated from the fees is statutorily restricted for enforcement and administration of the act. Current estimates from LARA indicate that the resulting revenue loss if the sunset is not extended would total approximately \$281,400 per year.

Fiscal Analyst: Marcus Coffin

[■] This analysis was prepared by nonpartisan House Fiscal Agency staff for use by House members in their deliberations and does not constitute an official statement of legislative intent.